Amalgamated Transit Union Local 1596 Pension Fund

DROP Earnings Method Election

PLEASE PRINT OR TYPE:

| Name: | | | , |
|------------|---------------|---------|----------|
| | (Last) | (First) | (Middle) |
| | | | |
| Social Sec | urity Number: | | |

Select from below an election of an earnings method for your DROP Account:

1. Variable rate of return based on the Pension Plan's investment returns Initial here if you choose ____

The Pension Plan is invested in a very diversified portfolio of domestic and international stocks and bonds. The investment portfolio is subject to fluctuations in the market <u>including losses</u>. Below is a representation of the investment earnings (and losses) of the Plan over the past six fiscal years:

| | Investment | | Investment |
|-------------|------------|------|------------|
| <u>Year</u> | Gain/Loss | Year | Gain/Loss |
| 2012 | +17.5% | 2009 | +1.1% |
| 2011 | +0.3% | 2008 | -14.2% |
| 2010 | +10.0% | 2007 | + 9.7% |

It is important to realize that your DROP account may lose value under this method. Your DROP payout could be less than the amount deposited.

2. Rate of return paid by Money Market Fund : Initial here if you choose: _____

The Plan offers a low-risk alternative to the above option, the Dreyfus Treasury Prime Cash Management Fund. This investment vehicle only invests in short-term securities issued or guaranteed as to principal and interest by the U.S. government, which are the safest and the most liquid securities available. In exchange for the level of credit safety offered by U.S. government securities, the fund's yield is lower than other money market funds. Below is a representation of the investment earnings of this fund over the past ten years (as of August 23, 2010):

| Past Year | 0.00% |
|------------------|-------|
| Past Three Years | 0.00% |
| Past Five Years | 0.11% |
| Past Ten Years | 1.47% |

This is the <u>most</u> conservative earnings method. It has the least risk of investment losses.

| days before the end of the quarter to take effect for the following quarter. Quarters end of the dates of March 31, June 30, September 30, and December 31. | | | | |
|--|--|--|--|--|
| Your earnings election will remain in effect until c | hanged by you. | | | |
| I have selected the following earnings election met placing my initials by the same choice on page one | · · · · · · · · · · · · · · · · · · · | | | |
| Variable rate of return based on the Pe | ension Plan's investment returns | | | |
| Rate of return based on US Governme | nt Bonds | | | |
| ALL FUNDS PAID INTO AND EARNED BY MY MARKET AND INVESTMENT RISK. PAST INV RETIREMENT SYSTEM'S INVESTMENTS AND INDICATION OR GUARANTEE OF FUTURE INVESTMENTS. | ESTMENT PERFORMANCE OF THE THE MONEY MARKET FUND IS NO | | | |
| Signature (Requires Notarization below) | | | | |
| STATE OF COUNTY OF | | | | |
| BEFORE ME, the undersigned authority, personally appear | as identification and | | | |
| SWORN TO AND SUBSCRIBED before me this the | day of, | | | |
| | N. C. D. L. | | | |
| | Notary Public | | | |

My Commission Expires: _____

My Commission Number Is: _____